

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

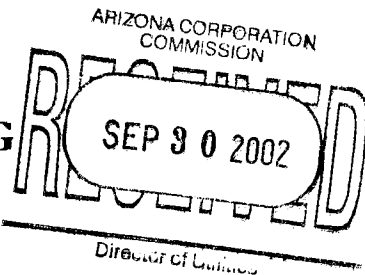
M

W-02624A
Michael's Ranch Water Users' Association
1 Michael's Ranch Road
Sedona, AZ 86336-

Amended
ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

7/30/02 om

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Michael's Ranch Water Users' Association</u>		
Mailing Address <u>1 Michael's Ranch Road</u>		
<u>Sedona</u> (City)	<u>AZ</u> (State)	<u>86336</u> (Zip)
—		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address _____		
(Street)		
(City)	(State)	(Zip)
Local Office Telephone No. (Include Area Code)		
Fax No. (Include Area Code)		
Pager/Cell No. (Include Area Code)		
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Roselle Wissler</u>		<u>Secretary</u>	
(Name)		(Title)	
<u>1 Michael's Ranch Road</u>	<u>Sedona</u>	<u>AZ</u>	<u>86336</u>
(Street)	(City)	(State)	(Zip)
<u>928-282-0813</u>	<u>call first if need to fax</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>rwissler@cybertrails.com</u>			
On Site Manager: <u>none</u>			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)			
Fax No. (Include Area Code)			
Pager/Cell No. (Include Area Code)			
Email Address _____			

Statutory Agent: William P. Sullivan, Martinez & Curtis, P.C.
(Name)

2712 North Seventh St. Phoenix AZ 85006-1090
(Street) (City) (State) (Zip)

602-248-0372 602-266-8290 —
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Same as above
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME *Michael's Ranch WUA*

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depredation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	5,000	n/a	5,000
304	Structures and Improvements	25,000	7,500	17,500
307	Wells and Springs	32,000	9,600	22,400
311	Pumping Equipment	13,708	4,112	9,596
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	47,730	14,319	33,411
331	Transmission and Distribution Mains	58,800	17,640	41,160
333	Services	3,500	1,050	2,450
334	Meters and Meter Installations	3,000	900	2,100
335	Hydrants	1,400	420	980
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	0	0	0
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	TOTALS	190,138	55,541	134,597

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME *Michael's Ranch WUA*

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	5,000	4/a	0
304	Structures and Improvements	25,000	.05	1,250
307	Wells and Springs	32,000	.05	1,600
311	Pumping Equipment	13,708	.05	685
320	Water Treatment Equipment	0	0	0
330	Distribution Reservoirs and Standpipes	47,730	.05	2,387
331	Transmission and Distribution Mains	58,800	.05	2,940
333	Services	3,500	.05	175
334	Meters and Meter Installations	3,000	.05	150
335	Hydrants	1,400	.05	70
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	0	0	0
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	TOTALS	190,138		9,257

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME *Michael's Ranch WUA*

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 11,033	\$ 10,568
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	0	0
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	0	0
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	0	0
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 11,033	\$ 10,568
	FIXED ASSETS		
101	Utility Plant in Service	\$ 189,691	\$ 190,138
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation – Utility Plant	- 46,284	- 55,541
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	TOTAL FIXED ASSETS	\$ 143,407	\$ 134,597
	TOTAL ASSETS	\$ 154,440	\$ 145,165

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME *Michaels Ranch WUA*

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 498	\$ 440
232	Notes Payable (Current Portion)	0	0
234	Notes/Accounts Payable to Associated Companies	0	0
235	Customer Deposits	0	0
236	Accrued Taxes	1,288	1,063
237	Accrued Interest	0	0
241	Miscellaneous Current and Accrued Liabilities	0	0
	TOTAL CURRENT LIABILITIES	\$ 1,786	\$ 1,503
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ 0	\$ 0
252	Advances in Aid of Construction	0	0
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	0	0
272	Less: Amortization of Contributions	0	0
281	Accumulated Deferred Income Tax	0	0
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$ 1,786	\$ 1,503
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 0	\$ 0
211	Paid in Capital in Excess of Par Value	0	0
215	Retained Earnings	152,654	143,662
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	TOTAL CAPITAL	\$ 152,654	\$ 143,662
	TOTAL LIABILITIES AND CAPITAL	\$ 154,440	\$ 145,165

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 11,108	\$ 9,401
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	444	0
	TOTAL REVENUES	\$ 11,552	\$ 9,401
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 0	\$ 0
610	Purchased Water	0	0
615	Purchased Power	2,436	1,972
618	Chemicals	0	0
620	Repairs and Maintenance	100	0
621	Office Supplies and Expense	90	329
630	Outside Services	1,972	2,605
635	Water Testing	950	692
641	Rents	0	0
650	Transportation Expenses	0	0
657	Insurance – General Liability	0	0
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense – Rate Case	0	100
675	Miscellaneous Expense	20	10
403	Depreciation Expense	9,235	9,257
408	Taxes Other Than Income	0	0
408.11	Property Taxes	1,572	1,627
409	Income Tax	164	728
	TOTAL OPERATING EXPENSES	\$ 16,539	\$ 17,320
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 49	\$ 47
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense	0	0
	TOTAL OTHER INCOME/EXP	\$ 49	\$ 47
	NET INCOME/(LOSS)	\$ (4,938)	\$ (7,872)

COMPANY NAME Michael's Ranch WUA

SUPPLEMENTAL FINANCIAL DATA None
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	<u>N</u>	<u>O</u>	<u>N</u>	<u>E</u>
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ None

Meter Deposits Refunded During the Test Year \$ None

COMPANY NAME *Michael's Ranch WUA*

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
<i>55-518864</i>	<i>7 1/2</i>	<i>50-60</i>	<i>10" from 0-20'</i>	<i>2"</i>
			<i>8" from 0-680'</i>	

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
<i>None</i>		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = *2969*

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>5</i>	<i>2</i>	<i>3</i>	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>75,000 gal.</i>	<i>1</i>	<i>2,000 gal.</i>	<i>1</i>

STATISTICAL INFORMATION

Total number of customers 20

Total number of gallons sold 2,869,000 gallons

COMPANY NAME Michael's Ranch Water Users ^{ASSN} YEAR ENDING 12/31/2001

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported -1,057
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported -21
Estimated or Actual State Tax Liability 50

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Donna Pelc

SIGNATURE

6/17/02

DATE

DONNA PELC

PRINTED NAME

TREASURER

TITLE

COMPANY NAME Michael's Ranch WUA YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

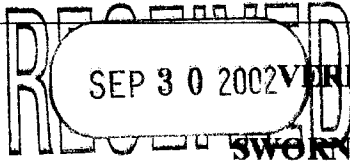
PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 1,627

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:



SEP 30 2002

Director of

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

All revenues are
from residential
customers.

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) YavapaiNAME (OWNER OR OFFICIAL) Roselle L. WisslerTITLE Secretary/DirectorCOMPANY NAME
Michael's Ranch Water Users' Association

AMENDED

DO SAY THAT THIS ~~ANNUAL~~ UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 9,401.00

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 541.30

IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

x Roselle L. Wissler
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

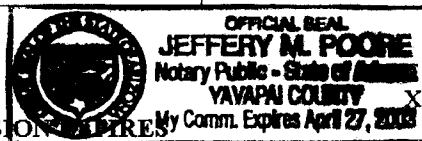
THIS

27

DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME <u>Jeffery M. Poore</u>	
COUNTY NAME <u>Yavapai</u>	
MONTH <u>September</u>	YEAR <u>2002</u>

Jeffery M. Poore
SIGNATURE OF NOTARY PUBLIC

4-27-03

MICHAEL'S RANCH WATER USERS ASSOCIATION

91-8707-342
BOX 1
1221
613532084

SEDONA, AZ 86336

290

DATE 10/10/01

PAY TO THE
ORDER OF

County Treasurer

Five Hundred Sixty + 20/100

\$ 560.22

DOLLARS



WORLD SAVINGS
BANK, INC.

2290 West Highway 89A
Sedona, Arizona 86336

MEMO 917-20-976-8

Donna Lee

1:122187076:0290 613532084 0000056022

MICHAEL'S RANCH WATER USERS ASSOCIATION

91-8707-342
BOX 1
1221
613532084

SEDONA, AZ 86336

291

DATE 10/10/01

PAY TO THE
ORDER OF

County Treasurer

Two Hundred Fifty Three + 35/100

\$ 253.35

DOLLARS



WORLD SAVINGS
BANK, INC.

2290 West Highway 89A
Sedona, Arizona 86336

MEMO 917-20-970-0

Donna Lee

1:122187076:0291 613532084 0000025335

10/15/81

0040235660 10172001
LA PROCESSED 02

10152661 10/15/81

11994 0821

2055264

U1 01 15

27100024

21112600

0040235660 10172001

CREDIT TO FIVE'S ACCT
EMERGENCY CREDIT
BANK OF AMERICA
121-0000000000000000

10/15/81

0040235660 10172001
LA PROCESSED 02

10152661 10/15/81

11994 0821

2055264


U1 01 15

27100024

21112600

0040235660 10172001

CREDIT TO FIVE'S ACCT
EMERGENCY CREDIT
BANK OF AMERICA
121-0000000000000000

MICHAEL'S RANCH WATER USERS ASSOCIATION		249
BOX 1 SEDONA, AZ 86346		DATE 2/2/01
PAY TO THE ORDER OF <u>Yavapai County Assessor</u>		\$ 1,827.59
<u>one thousand eight hundred twenty seven and 59/100</u>		DOLLARS AND CENTS
 WORLD SAVINGS 2250 West Highway 89A Sedona, Arizona 86346		
MEMO <u>Parcel # 917-20-97608</u>		<u>Quil Anderson</u>
⑆122187076⑆0249 ⑆ 613532084⑆		<u>Treasurer</u>

Some of this amount covered
property taxes for prior years.
(Bills had been sent to the
wrong address & were never
received by MRWUA)

Follow CK Olson
 0399920193

FEB 07 2001 ⑆ 613532084⑆

182759

3123010

FEB 07 2001

PAID